

State of South Dakota

SEVENTY-FOURTH SESSION
LEGISLATIVE ASSEMBLY, 1999

474C0478

SENATE BILL NO. 135

Introduced by: Senators Dennert, Duxbury, Kloucek, Moore, Staggers, and Symens and
Representatives Weber, Brown (Jarvis), Duenwald, Lucas, Napoli, and
Waltman

1 FOR AN ACT ENTITLED, An Act to repeal the inheritance tax, to create an inheritance tax
2 reduction fund, and to appropriate certain sales and use tax collections to the fund.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. The provisions of chapter 10-40 do not apply to the transfer of any real or
5 personal property from any person who dies on or after July 1, 2004.

6 Section 2. The inheritance tax reduction fund is hereby created in the state treasury. In fiscal
7 year 2005 and each year thereafter, the interim appropriations committee may transfer moneys
8 available from the inheritance tax reduction fund to the general fund as necessary to replace any
9 reduction in general fund revenues that may be experienced. Interest earned on money in the fund
10 shall be credited to the fund.

11 Section 3. There is hereby appropriated from the general fund to the inheritance tax reduction
12 fund, an amount equal to twenty-five percent of the increase in sales and use tax revenues in
13 fiscal year 2001 in comparison to fiscal year 2000.

14 Section 4. There is hereby appropriated from the general fund to the inheritance tax reduction
15 fund, an amount equal to twenty five percent of the increase in sales and use tax revenues in
16 fiscal year 2002 in comparison to fiscal year 2000.

1 Section 5. There is hereby appropriated from the general fund to the inheritance tax reduction
2 fund, an amount equal to twenty-five percent of the increase in sales and use tax revenues in
3 fiscal year 2003 in comparison to fiscal year 2000.

4 Section 6. There is hereby appropriated from the general fund to the inheritance tax reduction
5 fund, an amount equal to twenty-five percent of the increase in sales and use tax revenues in
6 fiscal year 2004 in comparison to fiscal year 2000.